

PUBLIC WORKS & UTILITIES COMMITTEE

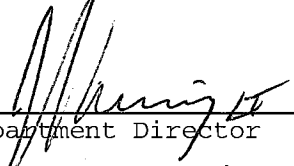
12-0168R

RESOLUTION AWARDING A CONTRACT TO HANCO UTILITIES, INC.  
FOR CONSTRUCTION OF HIGH PRESSURE GAS MAINS AND SERVICES  
AT VARIOUS CITY LOCATIONS IN THE AMOUNT OF \$626,621.


CITY PROPOSAL:


RESOLVED, that the proper city officials are hereby authorized to enter into a contract with Hanco Utilities, Inc. for construction of high pressure gas mains and services at various city locations in the amount of \$626,621, payable out of Gas Fund 520, Department/Agency 500 (Public Works & Utilities), Division 1905 (Capital), Object 5533 (Capital Improvements - Revenue), city project no. 1075.

Approved:

  
Department Director

Approved for presentation to council:

  
Chief Administrative Officer

Purchasing Agent 

Approved as to form:

  
Attorney

Approved:

  
Auditor

ENG LLW:jh 3/29/2012

STATEMENT OF PURPOSE: This resolution will authorize the construction of one, two, three, six and eight inch high pressure plastic gas mains, ½ and one inch plastic gas services, and related work in various locations throughout the city of Duluth area by Hanco Utilities, Inc. in the amount of \$626,621. This award is the annual project for extending gas mains and services to new customers and may include some replacement gas mains and services. Hanco Utilities, Inc. was the lowest responsible bidder of the three companies that responded. The bid is 22% below the engineer's estimate of \$800,000. Payable out of gas fund 520, Department/Agency 500, Division 1905, Object 5533, city project no. 1075, requisition no. 12-0207.

TABULATION OF BIDS RECEIVED MARCH 28, 2012

Hanco Utilities, Inc.	Lake Nebagamon, WI	\$626,621.00
NPL Construction Co.	Lakeville, MN	\$878,977.95
Q3 Contracting, Inc.	Little Canada, MN	\$920,291.00